

FORM B1 United States Bankruptcy Court NORTHERN District of ILLINOIS		Voluntary Petition																
Name of Debtor (if individual, enter Last, First, Middle): <i>McKernan, Patrick M.</i>		Name of Joint Debtor (Spouse)(Last, First, Middle): <i>McKernan, Patricia A.</i>																
All Other Names used by the Debtor in the last 6 years (include married, maiden, and trade names): NONE		All Other Names used by the Joint Debtor in the last 6 years (include married, maiden, and trade names): NONE																
Last four digits of Soc. Sec. No./Complete EIN or other Tax I.D. No. (if more than one, state all) 1870		Last four digits of Soc. Sec. No./Complete EIN or other Tax I.D. No. (if more than one, state all) 5868																
Street Address of Debtor (No. & Street, City, State & Zip Code): 518 Frederick Avenue Streamwood IL 60107		Street Address of Joint Debtor (No. & Street, City, State & Zip Code): 518 Frederick Avenue Streamwood IL 60107																
County of Residence or of the Principal Place of Business: Cook		County of Residence or of the Principal Place of Business: Cook																
Mailing Address of Debtor (if different from street address): SAME		Mailing Address of Joint Debtor (if different from street address): SAME																
Location of Principal Assets of Business Debtor (if different from street address above): NOT APPLICABLE																		
Information Regarding the Debtor (Check the Applicable Boxes)																		
Venue (Check any applicable box)																		
<input checked="" type="checkbox"/> Debtor has been domiciled or has had a residence, principal place of business, or principal assets in this District for 180 days immediately preceding the date of this petition or for a longer part of such 180 days than in any other District. <input type="checkbox"/> There is a bankruptcy case concerning debtor's affiliate, general partner, or partnership pending in this District.																		
Type of Debtor (Check all boxes that apply)		Chapter or Section of Bankruptcy Code Under Which the Petition is Filed (Check one box)																
<input checked="" type="checkbox"/> Individual(s) <input type="checkbox"/> Railroad <input type="checkbox"/> Corporation <input type="checkbox"/> Stockbroker <input type="checkbox"/> Partnership <input type="checkbox"/> Commodity Broker <input type="checkbox"/> Other _____ <input type="checkbox"/> Clearing Bank		<input type="checkbox"/> Chapter 7 <input type="checkbox"/> Chapter 11 <input checked="" type="checkbox"/> Chapter 13 <input type="checkbox"/> Chapter 9 <input type="checkbox"/> Chapter 12 <input type="checkbox"/> Sec. 304 - Case ancillary to foreign proceeding																
Nature of Debts (Check one box)		Filing Fee (Check one box)																
<input checked="" type="checkbox"/> Consumer/Non-Business <input type="checkbox"/> Business		<input checked="" type="checkbox"/> Full Filing Fee attached <input type="checkbox"/> Filing Fee to be paid in installments (Applicable to individuals only) Must attach signed application for the court's consideration certifying that the debtor is unable to pay fee except in installments. Rule 1006(b). See Official Form No. 3.																
Chapter 11 Small Business (Check all boxes that apply)																		
<input type="checkbox"/> Debtor is a small business as defined in 11 U.S.C. § 101 <input type="checkbox"/> Debtor is and elects to be considered a small business under 11 U.S.C. § 1121(e) (Optional)																		
Statistical/Administrative Information (Estimates only)		THIS SPACE IS FOR COURT USE ONLY																
<input checked="" type="checkbox"/> Debtor estimates that funds will be available for distribution to unsecured creditors. <input type="checkbox"/> Debtor estimates that, after any exempt property is excluded and administrative expenses paid, there will be no funds available for distribution to unsecured creditors.																		
Estimated Number of Creditors 1-15 16-49 50-99 100-199 200-999 1000-over <input type="checkbox"/> <input checked="" type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>																		
Estimated Assets <table border="0"> <tr> <td>\$0 to \$50,000</td> <td>\$50,001 to \$100,000</td> <td>\$100,001 to \$500,000</td> <td>\$500,001 to \$1 million</td> <td>\$1,000,001 to \$10 million</td> <td>\$10,000,001 to \$50 million</td> <td>\$50,000,001 to \$100 million</td> <td>More than \$100 million</td> </tr> <tr> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input checked="" type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> </tr> </table>		\$0 to \$50,000	\$50,001 to \$100,000	\$100,001 to \$500,000	\$500,001 to \$1 million	\$1,000,001 to \$10 million	\$10,000,001 to \$50 million	\$50,000,001 to \$100 million	More than \$100 million	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>					
\$0 to \$50,000	\$50,001 to \$100,000	\$100,001 to \$500,000	\$500,001 to \$1 million	\$1,000,001 to \$10 million	\$10,000,001 to \$50 million	\$50,000,001 to \$100 million	More than \$100 million											
<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>											
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\$0 to \$50,000	\$50,001 to \$100,000	\$100,001 to \$500,000	\$500,001 to \$1 million	\$1,000,001 to \$10 million	\$10,000,001 to \$50 million	\$50,000,001 to \$100 million	More than \$100 million											
<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>											

UNITED STATES BANKRUPTCY COURT
NOTICE TO INDIVIDUAL CONSUMER DEBTOR

The purpose of this notice is to acquaint you with the four chapters of the federal Bankruptcy Code under which you may file a bankruptcy petition. The bankruptcy law is complicated and not easily described. Therefore, you should seek the advice of an attorney to learn of your rights and responsibilities under the law should you decide to file a petition with the court. Court employees are prohibited from giving you legal advice.

Chapter 7: Liquidation (\$155 filing fee plus \$39 administrative fee plus \$15 trustee surcharge)

1. Chapter 7 is designed for debtors in financial difficulty who do not have the ability to pay their existing debts.
2. Under chapter 7 a trustee takes possession of all your property. You may claim certain of your property as exempt under governing law. The trustee then liquidates the property and uses the proceeds to pay your creditors according to priorities of the Bankruptcy Code.
3. The purpose of filing a chapter 7 case is to obtain a discharge of your existing debts. If, however, you are found to have committed certain kinds of improper conduct described in the Bankruptcy Code, your discharge may be denied by the court, and the purpose for which you filed the bankruptcy petition will be defeated.
4. Even if you receive a discharge, there are some debts that are not discharged under the law. Therefore, you may still be responsible for such debts as certain taxes and student loans, alimony and support payments, criminal restitution, and debts for death or personal injury caused by driving while intoxicated from alcohol or drugs.
5. Under certain circumstances you may keep property that you have purchased subject to valid security interest. Your attorney can explain the options that are available to you.

Chapter 13: Repayment of All or Part of the Debts of an Individual with Regular Income (\$155 filing fee plus \$39 administrative fee)

1. Chapter 13 is designed for individuals with regular income who are temporarily unable to pay their debts but would like to pay them in installments over a period of time. You are only eligible for chapter 13 if your debts do not exceed certain dollar amounts set forth in the Bankruptcy Code.
2. Under chapter 13 you must file a plan with the court to repay your creditors all or part of the money that you owe them, using your future earnings. Usually, the period allowed by the court to repay your debts is three years, but no more than five years. Your plan must be approved by the court before it can take effect.
3. Under chapter 13, unlike chapter 7, you may keep all your property, both exempt and non-exempt, as long as you continue to make payments under the plan.
4. After completion of payments under the plan, your debts are discharged except alimony and support payments, student loans, certain debts including criminal fines and restitution and debts for death or personal injury caused by driving while intoxicated from alcohol or drugs, and long term secured obligations.

Chapter 11: Reorganization (\$800 filing fee plus \$39 administrative fee)

Chapter 11 is designed primarily for the reorganization of a business but is also available to consumer debtors. Its provisions are quite complicated, and any decision by an individual to file a chapter 11 petition should be reviewed with an attorney.

Chapter 12: Family farmer (\$200 filing fee plus \$39 administrative fee)

Chapter 12 is designed to permit family farmers to repay their debts over a period of time from future earnings and is in many ways similar to chapter 13. The eligibility requirements are restrictive, limiting its use to those whose income arises primarily from a family-owned farm.

I, the debtor, affirm that I have read this notice.

<u>5/12/2005</u>	<u>/s/ Patrick M. McKernan</u>	
Date	Signature of Debtor	Case Number
<u>5/12/2005</u>	<u>/s/ Patricia A. McKernan</u>	
Date	Signature of Joint Debtor	
DEBTOR COPY		COURT COPY
		(circle one)

UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF ILLINOIS
EASTERN DIVISION

In re *Patrick M. McKernan*
and
Patricia A. McKernan

Case No.
Chapter 13

/ Debtor

Attorney for Debtor: *Kathryn L. Harry*

STATEMENT PURSUANT TO RULE 2016(B)

The undersigned, pursuant to Rule 2016(b), Bankruptcy Rules, states that:

1. The undersigned is the attorney for the debtor(s) in this case.
2. The compensation paid or agreed to be paid by the debtor(s), to the undersigned is:

a) For legal services rendered or to be rendered in contemplation of and in connection with this case	\$ <u>3,600.00</u>
b) Prior to the filing of this statement, debtor(s) have paid	\$ <u>1,800.00</u>
c) The unpaid balance due and payable is	\$ <u>1,800.00</u>
3. \$ 194.00 of the filing fee in this case has been paid.
4. The Services rendered or to be rendered include the following:
 - a) Analysis of the financial situation, and rendering advice and assistance to the debtor(s) in determining whether to file a petition under title 11 of the United States Code.
 - b) Preparation and filing of the petition, schedules, statement of financial affairs and other documents required by the court.
 - c) Representation of the debtor(s) at the meeting of creditors.
5. The source of payments made by the debtor(s) to the undersigned was from earnings, wages and compensation for services performed, and
None other
6. The source of payments to be made by the debtor(s) to the undersigned for the unpaid balance remaining, if any, will be from earnings, wages and compensation for services performed, and
None other
7. The undersigned has received no transfer, assignment or pledge of property from debtor(s) except the following for the value stated:
None
8. The undersigned has not shared or agreed to share with any other entity, other than with members of undersigned's law firm, any compensation paid or to be paid except as follows:
None

Dated: 5/12/2005

Respectfully submitted,

X/s/ Kathryn L. Harry
Attorney for Petitioner: *Kathryn L. Harry*
Kathryn L. Harry, Esq.
1200 Harger Road
Suite 706
Oak Brook IL 60523

**UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF ILLINOIS
EASTERN DIVISION**

In re **Patrick M. McKernan and Patricia A. McKernan**

Case No.
Chapter **13**

/ Debtor

SUMMARY OF SCHEDULES

Indicate as to each schedule whether that schedule is attached and state the number of pages on each. Report the totals from Schedules A, B, D, E, F, I, and J in the boxes provided. Add the amounts from Schedules A and B to determine the total amount of the debtor's assets. Add the amounts from Schedules D, E and F to determine the total amount of the debtor's liabilities.

			AMOUNTS SCHEDULED		
NAME OF SCHEDULE	Attached (Yes/No)	No. of Sheets	ASSETS	LIABILITIES	OTHER
A-Real Property	Yes	1	\$ 190,000.00		
B-Personal Property	Yes	3	\$ 90,958.00		
C-Property Claimed as Exempt	Yes	2			
D-Creditors Holding Secured Claims	Yes	1		\$ 118,637.00	
E-Creditors Holding Unsecured Priority Claims	Yes	2		\$ 67,500.00	
F-Creditors Holding Unsecured Nonpriority Claims	Yes	3		\$ 111,242.00	
G-Executory Contracts and Unexpired Leases	Yes	1			
H-Codebtors	Yes	1			
I-Current Income of Individual Debtor(s)	Yes	1			\$ 5,546.40
J-Current Expenditures of Individual Debtor(s)	Yes	1			\$ 3,838.00
Total Number of Sheets in All Schedules ►		16			
			Total Assets ►	\$ 280,958.00	
			Total Liabilities ►	\$ 297,379.00	

In re Patrick M. McKernan and Patricia A. McKernan / Debtor Case No. _____
(if known)

DECLARATION CONCERNING DEBTOR'S SCHEDULES

DECLARATION UNDER PENALTY OF PERJURY BY AN INDIVIDUAL DEBTOR

I declare under penalty of perjury that I have read the foregoing summary and schedules, consisting of 17 sheets, and that they are true and correct to the best of my knowledge, information and belief.

Date: 5/12/2005

Signature /s/ Patrick M. McKernan
Patrick M. McKernan

Date: 5/12/2005

Signature /s/ Patricia A. McKernan
Patricia A. McKernan

In re Patrick M. McKernan and Patricia A. McKernan / Debtor

Case No.

(if known)

SCHEDULE A-REAL PROPERTY

Except as directed below, list all real property in which the debtor has any legal, equitable, or future interest, including all property owned as a cotenant, community property, or in which the debtor has a life estate. Include any property in which the debtor holds rights and powers exercisable for the debtor's own benefit. If the debtor is married, state whether the husband, wife, or both own the property by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community." If the debtor holds no interest in real property, write "None" under "Description and Location of Property."

Do not include interests in executory contracts and unexpired leases on this schedule. List them in Schedule G-Executory Contracts and Unexpired Leases.

If an entity claims to have a lien or hold a secured interest in any property, state the amount of the secured claim. See Schedule D. If no entity claims to hold a secured interest in the property, write "None" in the column labeled "Amount of Secured Claim."

If the debtor is an individual or if a joint petition is filed, state the amount of any exemption claimed in the property only in Schedule C-Property Claimed as Exempt.

Description and Location of Property	Nature of Debtor's Interest in Property	Current Market Value of Debtor's Interest, in Property Without Deducting any Secured Claim or Exemption		Amount of Secured Claim
		Husband--H Wife--W Joint--J Community--C		
<i>Homestead improved with single family residence</i>	<i>Fee Simple</i>	<i>J</i>	<i>\$ 190,000.00</i>	<i>\$ 112,837.00</i>
			TOTAL \$ (Report also on Summary of Schedules.)	190,000.00

SCHEDULE B-PERSONAL PROPERTY

Except as directed below, list all personal property of the debtor of whatever kind. If the debtor has no property in one or more of the categories, place an "X" in the appropriate position in the column labeled "None." If additional space is needed in any category, attach a separate sheet properly identified with the case name, case number, and the number of the category. If the debtor is married, state whether husband, wife, or both own property by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community." If the debtor is an individual or a joint petition is filed, state the amount of any exemptions claimed only in Schedule C-Property Claimed as Exempt.

Do not list interests in executory contracts and unexpired leases on this schedule. List them in Schedule G-Executory Contracts and Unexpired Leases. If the property is being held for the debtor by someone else, state that person's name and address under "Description and Location of Property."

Type of Property	N o n e	Description and Location of Property	Current Market Value of Debtor's Interest, in Property Without Deducting any Secured Claim or Exemption	
			Husband--H Wife--W Joint--J Community--C	
1. Cash on hand.		<i>Cash</i> <i>Location: In debtor's possession</i>	J	\$ 19,608.00
2. Checking, savings or other financial accounts, certificates of deposit, or shares in banks, savings and loan, thrift, building and loan, and homestead associations, or credit unions, brokerage houses, or cooperatives.	X	<i>Checking</i> <i>Location: In debtor's possession</i>	J	\$ 100.00
3. Security deposits with public utilities, telephone companies, landlords, and others.	X	<i>Miscellaneous Household furnishings</i> <i>Location: In debtor's possession</i>	J	\$ 400.00
4. Household goods and furnishings, including audio, video, and computer equipment.	X	<i>Miscellaneous Clothing</i> <i>Location: In debtor's possession</i>	J	\$ 100.00
5. Books, pictures and other art objects, antiques, stamp, coin, record, tape, compact disc, and other collections or collectibles.	X			
6. Wearing apparel.	X			
7. Furs and jewelry.	X			
8. Firearms and sports, photographic, and other hobby equipment.	X			
9. Interests in insurance policies. Name insurance company of each policy and itemize surrender or refund value of each.	X	<i>Whole life insurance policy-Cash surrender value</i> <i>Location: In debtor's possession</i>	J	\$ 13,000.00
10. Annuities. Itemize and name each issuer.	X			
11. Interests in IRA, ERISA, Keogh, or other pension or profit sharing plans. Itemize.		<i>IRA</i> <i>Location: In debtor's possession</i>	W	\$ 23,000.00

SCHEDULE B-PERSONAL PROPERTY

(Continuation Sheet)

Type of Property	N o n e	Description and Location of Property	Husband--H Wife--W Joint--J Community--C	Current Market Value of Debtor's Interest, in Property Without Deducting any Secured Claim or Exemption
12. Stock and interests in incorporated and unincorporated businesses. Itemize.		<i>Common stock in Capital Telecom, Inc. 100 shares Location: In debtor's possession</i> <i>Spring Fon Common Stock 163 shares Location: In debtor's possession</i>	<i>J</i> <i>W</i>	\$ 15,000.00 \$ 3,600.00
13. Interests in partnerships or joint ventures. Itemize.	X			
14. Government and corporate bonds and other negotiable and non-negotiable instruments.	X			
15. Accounts Receivable.	X			
16. Alimony, maintenance, support, and property settlements to which the debtor is or may be entitled. Give particulars.	X			
17. Other liquidated debts owing debtor including tax refunds. Give particulars.	X			
18. Equitable or future interests, life estates, and rights or powers exercisable for the benefit of the debtor other than those listed in Schedule of Real Property.	X			
19. Contingent and non-contingent interests in estate of a decedent, death benefit plan, life insurance policy, or trust.	X			
20. Other contingent and unliquidated claims of every nature, including tax refunds, counterclaims of the debtor, and rights to setoff claims. Give estimated value of each.	X			
21. Patents, copyrights, and other intellectual property. Give particulars.	X			
22. Licenses, franchises, and other general intangibles. Give particulars.	X			
23. Automobiles, trucks, trailers and other vehicles.		<i>1999 Jeep Location: In debtor's possession</i> <i>2000 Dodge Location: In debtor's possession</i>	<i>J</i> <i>J</i>	\$ 8,000.00 \$ 8,000.00

In re Patrick M. McKernan and Patricia A. McKernan

/ Debtor

Case No.

(if known)

SCHEDULE B-PERSONAL PROPERTY

(Continuation Sheet)

Type of Property	N o n e	Description and Location of Property	Current Market Value of Debtor's Interest, in Property Without Deducting any Secured Claim or Exemption	
			Husband--H Wife--W Joint--J Community--C	
24. Boats, motors, and accessories.	X			
25. Aircraft and accessories.	X			
26. Office equipment, furnishings, and supplies.		<i>Miscellaneous Household Furnishings</i> <i>Location: In debtor's possession</i>	J	\$ 150.00
27. Machinery, fixtures, equipment and supplies used in business.	X			
28. Inventory.	X			
29. Animals.	X			
30. Crops - growing or harvested. Give particulars.	X			
31. Farming equipment and implements.	X			
32. Farm supplies, chemicals, and feed.	X			
33. Other personal property of any kind not already listed. Itemize.	X			

Page 3 of 3

Total

\$ 90,958.00

(Report total also on Summary of Schedules.)
Include amounts from any continuation sheets attached.

In re Patrick M. McKernan and Patricia A. McKernan

/ Debtor

Case No. _____

(if known)

SCHEDULE C-PROPERTY CLAIMED AS EXEMPT

Debtor elects the exemptions to which debtor is entitled under:

(Check one box)

11 U.S.C. § 522(b) (1): Exemptions provided in 11 U.S.C. § 522(d). Note: These exemptions are available only in certain states.

11 U.S.C. § 522(b) (2): Exemptions available under applicable nonbankruptcy federal laws, state or local law where the debtor's domicile has been located for the 180 days immediately preceding the filing of the petition, or for a longer portion of the 180-day period than in any other place, and the debtor's interest as a tenant by the entirety or joint tenant to the extent the interest is exempt from process under applicable nonbankruptcy law.

Description of Property Claimed By Husband	Specify Law Providing each Exemption	Value of Claimed Exemption	Current Market Value of Property Without Deducting Exemptions
<i>Homestead</i>	735 ILCS 5/12-901	\$ 7,500.00	\$ 190,000.00
<i>Cash</i>	735 ILCS 5/12-1001 (b)	\$ 0.00	\$ 19,608.00
<i>Checking</i>	735 ILCS 5/12-1001 (b)	\$ 50.00	\$ 100.00
<i>Miscellaneous Household furnishings</i>	735 ILCS 5/12-1001 (b)	\$ 200.00	\$ 400.00
<i>Miscellaneous Clothing</i>	735 ILCS 5/12-1001 (a)	\$ 50.00	\$ 100.00
<i>Whole life insurance policy</i>	735 ILCS 5/12-1001 (b)	\$ 1,750.00	\$ 13,000.00
<i>1999 Jeep</i>	735 ILCS 5/12-1001 (c)	\$ 0.00	\$ 8,000.00
<i>2000 Dodge</i>	735 ILCS 5/12-1001 (c)	\$ 1,200.00	\$ 8,000.00
<i>Miscellaneous Office Furnishings</i>	735 ILCS 5/12-1001 (d)	\$ 75.00	\$ 150.00

In re Patrick M. McKernan and Patricia A. McKernan

/ Debtor

Case No. _____

(if known)

SCHEDULE C-PROPERTY CLAIMED AS EXEMPT

Debtor elects the exemptions to which debtor is entitled under:

(Check one box)

11 U.S.C. § 522(b) (1): Exemptions provided in 11 U.S.C. § 522(d). Note: These exemptions are available only in certain states.

11 U.S.C. § 522(b) (2): Exemptions available under applicable nonbankruptcy federal laws, state or local law where the debtor's domicile has been located for the 180 days immediately preceding the filing of the petition, or for a longer portion of the 180-day period than in any other place, and the debtor's interest as a tenant by the entirety or joint tenant to the extent the interest is exempt from process under applicable nonbankruptcy law.

Description of Property Claimed By Wife	Specify Law Providing each Exemption	Value of Claimed Exemption	Current Market Value of Property Without Deducting Exemptions
<i>Homestead</i>	735 ILCS 5/12-901	\$ 7,500.00	\$ 190,000.00
<i>Cash</i>	735 ILCS 5/12-1001 (b)	\$ 0.00	\$ 19,608.00
<i>Checking</i>	735 ILCS 5/12-1001 (b)	\$ 50.00	\$ 100.00
<i>Miscellaneous Household furnishings</i>	735 ILCS 5/12-1001 (b)	\$ 200.00	\$ 400.00
<i>Miscellaneous Clothing</i>	735 ILCS 5/12-1001 (a)	\$ 50.00	\$ 100.00
<i>Whole life insurance policy</i>	735 ILCS 5/12-1001 (b)	\$ 1,750.00	\$ 13,000.00
<i>IRA</i>	735 ILCS 5/12-1006	\$ 23,000.00	\$ 23,000.00
<i>Spring Fon Common Stock</i>	735 ILCS 5/12-1001 (b)	\$ 0.00	\$ 3,600.00
<i>1999 Jeep</i>	735 ILCS 5/12-1001 (c)	\$ 1,200.00	\$ 8,000.00
<i>2000 Dodge</i>	735 ILCS 5/12-1001 (c)	\$ 0.00	\$ 8,000.00
<i>Miscellaneous Office Furnishings</i>	735 ILCS 5/12-1001 (d)	\$ 75.00	\$ 150.00

FORM B6D (12/03) West Group, Rochester, NY

In re Patrick M. McKernan and Patricia A. McKernan / Debtor

Case No. _____

(if known)

SCHEDULE D-CREDITORS HOLDING SECURED CLAIMS

State the name, mailing address, including zip code, and last four digits of any account number of all entities holding claims secured by property of the debtor as of the date of filing of the petition. List creditors holding all types of secured interests such as judgment liens, garnishments, statutory liens, mortgages, deeds of trust, and other security interests. List creditors in alphabetical order to the extent practicable. If all secured creditors will not fit on this page, use the continuation sheet provided.

If any entity other than a spouse in a joint case may be jointly liable on a claim, place an "X" in the column marked "Codebtor," include the entity on the appropriate schedule of creditors and complete Schedule H - Codebtors. If a joint petition is filed, state whether husband, wife, both of them, or the marital community may be liable on each claim by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community."

If the claim is contingent, place an "X" in the column labeled "Contingent." If the claim is unliquidated, place an "X" in the column labeled "Unliquidated." If the claim is disputed, place an "X" in the column labeled "Disputed." (You may need to place an "X" in more than one of these three columns.)

Report the total of all claims listed on this schedule in the box labeled "Total" on the last sheet of the completed schedules. Report this total also on the Summary of Schedules.

Check this box if debtor has no creditors holding secured claims to report on this Schedule D.

Creditor's Name and Mailing Address Including Zip Code	C o d e b t o J--Joint C--Community	Date Claim was Incurred, Nature of Lien, and Description and Market Value of Property Subject to Lien	C o n t i n g e n t			Amount of Claim Without Deducting Value of Collateral	Unsecured Portion, if any
			U n i s p u t e d	D i s p u t e d	A m o u n t e d		
Account No: 00412530004765	J	2003 <i>Home Equity Line of Credit</i> <i>Homestead</i>				\$ 25,837.00	\$ 0.00
<i>Creditor # : 1</i> Bank One P.O. Box 901008 Fort Worth TX 76101		Value: \$ 190,000.00					
Account No: 7001062111441410	J	1/2004 <i>Purchase Money Security</i> <i>Miscellaneous Office Furnishings</i>				\$ 2,800.00	\$ 2,650.00
<i>Creditor # : 2</i> Best Buy P.O. Box 17298 Baltimore MD 21297		Value: \$ 150.00					
Account No: 0306346583	J	2/1/1990 <i>Mortgage</i> <i>Homestead</i>				\$ 87,000.00	\$ 0.00
<i>Creditor # : 3</i> GMAC Mortgage P.O. Box 27834 Newark NJ 07101		Value: \$ 190,000.00					
Account No: 990810662	J	1/2005 <i>Purchase Money Security</i> <i>2000 Dodge</i>				\$ 3,000.00	\$ 0.00
<i>Creditor # : 4</i> Harris Bank Barrington P.O. Box 6201 Carol Stream IL 60197		Value: \$ 8,000.00					

No continuation sheets attached

Subtotal \$ (Total of this page)	118,637.00
Total \$	118,637.00

(Use only on last page. Report total also on Summary of Schedules)

In re Patrick M. McKernan and Patricia A. McKernan / Debtor

Case No. _____

(if known)

SCHEDULE E-CREDITORS HOLDING UNSECURED PRIORITY CLAIMS

A complete list of claims entitled to priority, listed separately by type of priority, is to be set forth on the sheets provided. Only holders of unsecured claims entitled to priority should be listed in this schedule. In the boxes provided on the attached sheets, state the name and mailing address, including zip code, and last four digits of the account number, if any, of all entities holding priority claims against the debtor or the property of the debtor, as of the date of the filing of the petition.

If any entity other than a spouse in a joint case may be jointly liable on a claim, place an "X" in the column labeled "Codebtor," include the entity on the appropriate schedule of creditors and complete Schedule H - Codebtors. If a joint petition is filed, state whether husband, wife, both of them or the marital community may be liable on each claim by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community."

If the claim is contingent, place an "X" in the column labeled "Contingent." If the claim is unliquidated, place an "X" in the column labeled "Unliquidated." If the claim is disputed, place an "X" in the column labeled "Disputed." (You may need to place an "X" in more than one of these three columns.)

Report the total of claims listed on each sheet in the box labeled "Subtotal" on each sheet. Report the total of all claims listed on this Schedule E in the box labeled "Total" on the last sheet of the completed schedule. Repeat this total also on the Summary of Schedules.

Check this box if debtor has no creditors holding unsecured priority claims to report on this Schedule E.

TYPES OF PRIORITY CLAIMS (Check the appropriate box(es) below if claims in that category are listed on the attached sheets)

Extensions of credit in an involuntary case

Claims arising in the ordinary course of the debtor's business or financial affairs after the commencement of the case but before the earlier of the appointment of a trustee or the order for relief. 11 U.S.C. § 507(a)(2).

Wages, salaries, and commissions

Wages, salaries, and commissions, including vacation, severance, and sick leave pay owing to employees and commissions owing to qualifying independent sales representatives up to \$4,925* per person earned within 90 days immediately preceding the filing of the original petition, or the cessation of business, whichever occurred first, to the extent provided in 11 U.S.C. § 507(a)(3).

Contributions to employee benefit plans

Money owed to employee benefit plans for services rendered within 180 days immediately preceding the filing of the original petition, or the cessation of business, whichever occurred first, to the extent provided in 11 U.S.C. § 507(a)(4).

Certain farmers and fishermen

Claims of certain farmers and fishermen, up to \$4,925* per farmer or fisherman, against the debtor, as provided in 11 U.S.C. § 507(a)(5).

Deposits by individuals

Claims of individuals up to \$2,225* for deposits for the purchase, lease, or rental of property or services for personal, family, or household use, that were not delivered or provided. 11 U.S.C. § 507(a)(6).

Alimony, Maintenance or Support

Claims of a spouse, former spouse, or child of the debtor, for alimony, maintenance, or support, to the extent provided in 11 U.S.C. § 507(a)(7).

Taxes and Certain Other Debts Owed to Governmental Units

Taxes, custom duties, and penalties owing to federal, state, and local governmental units as set forth in 11 U.S.C. § 507(a)(8).

Commitments to Maintain the Capital of an Insured Depository Institution

Claims based on commitments to FDIC, RTC, Director of the Office of Thrift Supervision, Comptroller of the Currency, or Board of Governors of the Federal Reserve System, or their predecessors or successors, to maintain the capital of an insured depository institution. 11 U.S.C. § 507(a)(9).

*Amounts are subject to adjustment on April 1, 2007, and every three years thereafter with respect to cases commenced on or after the date of adjustment.

In re Patrick M. McKernan and Patricia A. McKernan / Debtor

Case No. _____

(if known)

SCHEDULE E-CREDITORS HOLDING UNSECURED PRIORITY CLAIMS

(Continuation Sheet)

TYPE OF PRIORITY *Taxes and Certain Other Debts Owed to Governmental Units*

Sheet No. 1 of 1 continuation sheets attached to
Schedule of Creditors

Subtotal \$
(Total of this page)

67,500.00

Total \$ 67,500.00

(Use only on last page of the completed Schedule E. Report total also on Summary of Schedule E.)

FORM B6F (12/03) West Group, Rochester, NY

In re Patrick M. McKernan and Patricia A. McKernan / Debtor Case No. _____

(if known)

SCHEDULE F-CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS

State the name, mailing address, including zip code, and last four digits of any account number, if any, of all entities holding unsecured claims without priority against the debtor or the property of the debtor, as of the date of filing of the petition. Do not include claims listed in Schedules D and E. If all creditors will not fit on this page, use the continuation sheet provided.

If any entity other than a spouse in a joint case may be jointly liable on a claim, place an "X" in the column labeled "Codebtor," include the entity on the appropriate schedule of creditors, and complete Schedule H - Codebtors. If a joint petition is filed, state whether husband, wife, both of them, or the marital community may be liable on each claim by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community."

If the claim is contingent, place an "X" in the column labeled "Contingent." If the claim is unliquidated, place an "X" in the column labeled "Unliquidated." If the claim is disputed, place an "X" in the column labeled "Disputed." (You may need to place an "X" in more than one of these three columns.)

Report total of all claims listed on this schedule in the box labeled "Total" on the last sheet of the completed schedules. Report this total also on the Summary of Schedules.

Check this box if debtor has no creditors holding unsecured nonpriority claims to report on this Schedule F.

Creditor's Name and Mailing Address including Zip Code	C o d e b t o r	Date Claim was Incurred, and Consideration for Claim. If Claim is Subject to Setoff, so State.	C o n t i n g e n t	U n i q u i t e d	D i s p u t e d	Amount of Claim
Account No: 5477534976290016		J 2003 <i>Credit Card Purchases</i>				\$ 10,000.00
<i>Creditor # : 1</i> <i>Advanta Bank Corp.</i> <i>P.O. Box 8088</i> <i>Philadelphia PA 19101</i>						
Account No: 372260465412005		J 3/29/04 <i>Credit Card Purchases</i>				\$ 1,250.00
<i>Creditor # : 2</i> <i>American Express</i> <i>P.O. Box 360002</i> <i>Ft. Lauderdale FL 33336</i>						
Account No: 372260465412005		<i>Jaffe & Asher, LLP</i> <i>600 Third Avenue</i> <i>New York NY 10016</i>				
<i>Representing:</i> <i>American Express</i>						
Account No: 4366111012426966		J 2002 <i>Credit Card Purchases</i>				\$ 33,000.00
<i>Creditor # : 3</i> <i>Bank One</i> <i>P.O. Box 50882</i> <i>Henderson NV 89016</i>						
<i>2 continuation sheets attached</i>						
						Subtotal \$
						(Total of this page)
						Total \$
						(Report total also on Summary of Schedules)

FORM B6F (12/03) West Group, Rochester, NY

In re Patrick M. McKernan and Patricia A. McKernan / Debtor

Case No. _____
(if known)

SCHEDULE F-CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS

(Continuation Sheet)

Creditor's Name and Mailing Address including Zip Code	C o d e b t o r	Date Claim was Incurred, and Consideration for Claim. If Claim is Subject to Setoff, so State.	C o n t i n g e n t	U n i q u i d a t e d	D i s p u t e d	Amount of Claim
Account No: 00450241893001 <i>Creditor # : 4 Bank One P.O. Box 4189 Mesa AZ 85211</i>	H--Husband W--Wife J--Joint C--Community	<i>J 2002 Credit Card Purchases</i>				\$ 15,000.00
Account No: 5178052249219953 <i>Creditor # : 5 Capital One P.O. Box 60024 City of Industry CA 91716</i>		<i>J 2004 Credit Card Purchases</i>				\$ 500.00
Account No: 4791242249363212 <i>Creditor # : 6 Capital One P.O. Box 790217 St. Louis MO 63179</i>		<i>J 2004 Credit Card Purchases</i>				\$ 1,000.00
Account No: 5369946029058367 <i>Creditor # : 7 Chase Freedom P.O. Box 52195 Phoenix AZ 85072</i>		<i>J 2002 Credit Card Purchases</i>				\$ 10,000.00
Account No: 5424180441783377 <i>Creditor # : 8 Citibank P.O. Box 6412 The Lakes NV 88901</i>		<i>J 2001 Credit Card Purchases</i>				\$ 24,000.00
Account No: 5424180441783377 <i>Representing: Citibank</i>		<i>Baker, Miller, Markoff & Krasny 29 N. Wacker Drive 5th Floor Chicago IL 60606</i>				
Sheet No. <u>1</u> of <u>2</u> continuation sheets attached to Schedule of Creditors Holding Unsecured Nonpriority Claims					Subtotal \$ (Total of this page) Total \$ (Report total also on Summary of Schedules)	50,500.00

FORM B6F (12/03) West Group, Rochester, NY

In re Patrick M. McKernan and Patricia A. McKernan / Debtor

Case No. _____
(if known)

SCHEDULE F-CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS

(Continuation Sheet)

Creditor's Name and Mailing Address including Zip Code	Code b o r	Date Claim was Incurred, and Consideration for Claim. If Claim is Subject to Setoff, so State.	Contingent Unliquidated	Disputed	Amount of Claim
					H--Husband W--Wife J--Joint C--Community
Account No: 6011007770511961		J 2000 <i>Credit Card Purchases</i>			\$ 16,000.00
<i>Creditor # : 9 Discover Card P.O. Box 30395 Salt Lake City, UT 84130</i>					
Account No: 6011007770511961		<i>Baker, Miller, Markoff & Krasny 11 South LaSalle Street 19th Floor Chicago IL 60606</i>			
<i>Representing: Discover Card</i>					
Account No:	X	J 1/05-4/05 <i>personal guaranty</i>	X		\$ 0.00
<i>Creditor # : 10 Heidner Property Management 399 Wall Street Unit H Glendale Heights IL 60139</i>					
Account No: 6035322004351106		J 10/2004			\$ 342.00
<i>Creditor # : 11 Home Depot Credit Service P.O. Box 6029 The Lakes NV 88901</i>					
Account No: 9320884430		J 10/1/2004 <i>Credit Card Purchases</i>			\$ 150.00
<i>Creditor # : 12 Target National Bank c/o Target National Service P.O. Box 59231 Minneapolis MN 55459</i>					
Account No:					

Sheet No. 2 of 2 continuation sheets attached to Schedule of
Creditors Holding Unsecured Nonpriority Claims

Subtotal \$ (Total of this page)	16,492.00
Total \$ Summary of Schedules)	111,242.00

In re Patrick M. McKernan and Patricia A. McKernan

/ Debtor

Case No. _____

(if known)

SCHEDULE G-EXECUTORY CONTRACTS AND UNEXPIRED LEASES

Describe all executory contracts of any nature and all unexpired leases of real or personal property. Include any timeshare interests.

State nature of debtor's interests in contract, i.e., "Purchaser," "Agent," etc. State whether debtor is the lessor or lessee of a lease.

Provide the names and complete mailing addresses of all other parties to each lease or contract described.

NOTE: A party listed on this schedule will not receive notice of the filing of this case unless the party is also scheduled in the appropriate schedule of creditors.

Check this box if the debtor has no executory contracts or unexpired leases.

Name and Mailing Address, including Zip Code, of other Parties to Lease or Contract	Description of Contract or Lease and Nature of Debtor's Interest. State whether Lease is for Nonresidential Real Property. State Contract Number of any Government Contract.
<i>Heidner Property Management 399 Wall Street Unit H Glendale Heights IL 60139</i>	Contract Type: <i>Non-residential lease * *</i> Terms: <i>Net 30</i> Beginning date: <i>3/14/2000</i> Debtor's Interest: <i>Lessee</i> Description: <i>business office lease</i> Buyout Option: <i>none</i>

In re Patrick M. McKernan and Patricia A. McKernan

/ Debtor

Case No. _____

(if known)

SCHEDULE H-CODEBTORS

Provide the information requested concerning any person or entity, other than a spouse in a joint case, that is also liable on any debts listed by debtor in the schedules of creditors. Include all guarantors and co-signers. In community property states, a married debtor not filing a joint case should report the name and address of the nondebtor spouse on this schedule. Include all names used by the nondebtor spouse during the six years immediately preceding the commencement of this case.

Check this box if the debtor has no codebtors.

Name and Address of Codebtor	Name and Address of Creditor
<i>Capital Telecom, Inc. 1090 Frances Drive Streamwood IL 60107</i>	<i>Heidner Property Management 399 Wall Street Unit H Glendale Heights IL 60139</i>
	<i>Illinois Dept of Revenue Bankruptcy Section Level 7-425 100 W. Randolph, Level 7-425 Chicago IL 60506</i>
	<i>Internal Revenue Service Mail Stop 5010 CHI 230 S. Dearborn St. Chicago IL 60604</i>

In re Patrick M. McKernan and Patricia A. McKernan / Debtor Case No. _____
 (if known)

SCHEDULE I-CURRENT INCOME OF INDIVIDUAL DEBTOR(S)

The column labeled "Spouse" must be completed in all cases filed by joint debtors and by a married debtor in a chapter 12 or 13 case whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.

Debtor's Marital Status: Married	DEPENDENTS OF DEBTOR AND SPOUSE	
	RELATIONSHIP <i>Daughter</i> <i>Daughter</i>	AGE <i>13</i> <i>11</i>
EMPLOYMENT:	DEBTOR	SPOUSE
Occupation	<i>Owner</i>	<i>Owner</i>
Name of Employer	<i>Capital Telecom, Inc.</i>	<i>Capital Telecom, Inc.</i>
How Long Employed	<i>10 years</i>	<i>10 years</i>
Address of Employer	<i>1090 Frances Drive Streamwood IL 60107</i>	<i>1090 Frances Drive Streamwood IL 60107</i>
Income: (Estimate of average monthly income)		
Current Monthly gross wages, salary, and commissions (pro rate if not paid monthly)	DEBTOR \$ <i>4,727.00</i>	SPOUSE \$ <i>2,632.00</i>
Estimated Monthly Overtime	\$ <i>0.00</i>	\$ <i>0.00</i>
SUBTOTAL	\$ 4,727.00	\$ 2,632.00
LESS PAYROLL DEDUCTIONS		
a. Payroll Taxes and Social Security	\$ <i>1,291.60</i>	\$ <i>560.00</i>
b. Insurance	\$ <i>0.00</i>	\$ <i>0.00</i>
c. Union Dues	\$ <i>0.00</i>	\$ <i>0.00</i>
d. Other (Specify):	\$ <i>0.00</i>	\$ <i>0.00</i>
SUBTOTAL OF PAYROLL DEDUCTIONS	\$ 1,291.60	\$ 560.00
TOTAL NET MONTHLY TAKE HOME PAY	\$ 3,435.40	\$ 2,072.00
Regular income from operation of business or profession or farm (attach detailed statement)	\$ <i>0.00</i>	\$ <i>0.00</i>
Income from Real Property	\$ <i>0.00</i>	\$ <i>0.00</i>
Interest and dividends	\$ <i>0.00</i>	\$ <i>39.00</i>
Alimony, maintenance or support payments payable to the debtor for the debtor's use or that of dependents listed above.	\$ <i>0.00</i>	\$ <i>0.00</i>
Social Security or other government assistance	\$ <i>0.00</i>	\$ <i>0.00</i>
Specify:	\$ <i>0.00</i>	\$ <i>0.00</i>
Pension or retirement income	\$ <i>0.00</i>	\$ <i>0.00</i>
Other monthly income	\$ <i>0.00</i>	\$ <i>0.00</i>
Specify:	\$ <i>0.00</i>	\$ <i>0.00</i>
TOTAL MONTHLY INCOME	\$ 3,435.40	\$ 2,111.00
TOTAL COMBINED MONTHLY INCOME	\$ 5,546.40	
(Report also on Summary of Schedules)		

Describe any increase or decrease of more than 10% in any of the above categories anticipated to occur within the year following the filing of this document:

In re *Patrick M. McKernan and Patricia A. McKernan*

/ Debtor

Case No. _____

(if known)

SCHEDULE J-CURRENT EXPENDITURES OF INDIVIDUAL DEBTOR

Complete this schedule by estimating the average expenses of the debtor and the debtor's family. Pro rate any payments made bi-weekly, quarterly, semi-annually, or annually to show monthly rate.

Check this box if a joint petition is filed and debtor's spouse maintains a separate household. Complete a separate schedule of expenditures labeled "Spouse."

Rent or home mortgage payment (include lot rented for mobile home)	\$	1,118.00
Are real estate taxes included? Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>		
Is property insurance included? Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>		
Utilities: Electricity and heating fuel		
Water and sewer	\$	130.00
Telephone	\$	35.00
Other	\$	150.00
Other	\$	0.00
Other	\$	0.00
Other	\$	0.00
Home maintenance (Repairs and upkeep)	\$	100.00
Food	\$	450.00
Clothing	\$	100.00
Laundry and dry cleaning	\$	0.00
Medical and dental expenses	\$	100.00
Transportation (not including car payments)	\$	250.00
Recreation, clubs and entertainment, newspapers, magazines, etc.	\$	0.00
Charitable contributions	\$	10.00
Insurance (not deducted from wages or included in home mortgage payments)		
Homeowner's or renter's	\$	0.00
Life	\$	147.00
Health	\$	0.00
Auto	\$	275.00
Other	\$	0.00
Other	\$	0.00
Other	\$	0.00
Taxes (not deducted from wages or included in home mortgage)		
Specify:	\$	0.00
Installment payments: (in chapter 12 and 13 cases, do not list payments to be included in the plan)		
Auto	\$	583.00
Other:	\$	0.00
Other:	\$	0.00
Other:	\$	0.00
Alimony, maintenance, and support paid to others	\$	0.00
Payments for support of additional dependents not living at your home	\$	0.00
Regular expenses from operation of business, profession, or farm (attach detailed statement)	\$	0.00
Other: Home Equity Line of Credit	\$	305.00
Other: Grooming	\$	50.00
Other: Books, etc.	\$	35.00
TOTAL MONTHLY EXPENSES		(Report also on Summary of Schedules)
	\$	3,838.00

(FOR CHAPTER 12 AND 13 DEBTORS ONLY)

Provide the information requested below, including whether plan payments are to be made bi-weekly, monthly, annually, or at some other regular interval.

A. Total projected monthly Income	\$	0.00
B. Total projected monthly expenses	\$	0.00
C. Excess Income (A minus B)	\$	0.00
D. Total amount to be paid into plan each: Monthly	\$	1,700.00

UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF ILLINOIS
EASTERN DIVISION

In re **Patrick M. McKernan**
 and
Patricia A. McKernan

Case No.
Chapter 13

/ Debtor

STATEMENT OF FINANCIAL AFFAIRS

This statement is to be completed by every debtor. Spouses filing a joint petition may file a single statement on which the information for both spouses is combined. If the case is filed under chapter 12 or chapter 13, a married debtor must furnish information for both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed. An individual debtor engaged in business as a sole proprietor, partner, family farmer, or self-employed professional, should provide the information requested on this statement concerning all such activities as well as the individual's personal affairs.

Questions 1-18 are to be completed by all debtors. Debtors that are or have been in business, as defined below, also must complete Questions 19-25. If the answer to any question is "None," or the question is not applicable, mark the box labeled "None." If additional space is needed for the answer to any question, use and attach a separate sheet properly identified with the case name, case number (if known), and the number of the question.

DEFINITIONS

"In business." A debtor is "in business" for the purpose of this form if the debtor is a corporation or partnership. An individual debtor is "in business" for the purpose of this form if the debtor is or has been, within the six years immediately preceding the filing of this bankruptcy case, any of the following: an officer, director, managing executive, or owner of 5 percent or more of the voting or equity securities of a corporation; a partner, other than a limited partner, of a partnership; a sole proprietor or self-employed.

"Insider." The term "insider" includes but is not limited to: relatives of the debtor; general partners of the debtor and their relatives; corporations of which the debtor is an officer, director, or person in control; officers, directors, and any owner of 5 percent or more of the voting or equity securities of a corporation debtor and their relatives; affiliates of the debtor and insiders of such affiliates; any managing agent of the debtor. 11 U.S.C. §101.

1. Income from employment or operation of business.

State the gross amount of income the debtor has received from employment, trade, or profession, or from operation of the debtor's business from the beginning of this calendar year to the date this case was commenced. State also the gross amounts received during the two years immediately preceding this calendar year. (A debtor that maintains, or has maintained, financial records on the basis of a fiscal rather than a calendar year may report fiscal year income. Identify the beginning and ending dates of the debtor's fiscal year.) If a joint petition is filed, state income for each spouse separately. (Married debtors filing under chapter 12 or chapter 13 must state income of both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

<u>AMOUNT</u>	<u>SOURCE (if more than one)</u>
Year to date: \$9085.00	Employment
Last Year: \$56,723.00	
Year before: \$64,154.00	

Year to date: \$6,388.00	Spouse's employment
Last Year: \$31,585.00	
Year before: \$38,200.00	

2. Income other than from employment or operation of business.

State the amount of income received by the debtor other than from employment, trade, profession, or operation of the debtor's business during the two years immediately preceding the commencement of this case. Give particulars. If a joint petition is filed, state income for each spouse separately. (Married debtors filing under chapter 12 or chapter 13 must state income for each spouse whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NONE

3. Payments to creditors.

a. List all payments on loans, installment purchases of goods or services, and other debts, aggregating more than \$600 to any creditor, made within 90 days immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include payments by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

<u>NAME AND ADDRESS OF CREDITOR</u>	<u>DATES OF PAYMENTS</u>	<u>AMOUNT PAID</u>	<u>AMOUNT STILL OWING</u>
<i>Creditor: American Express</i> <i>Address:</i> <i>c/o Jaffee & Asher, LLP</i> <i>600 Third Avenue</i> <i>New York, NY 10016</i>	<i>3/1/2005</i>	<i>\$3,750.00</i>	<i>\$1,250.00</i>
<i>Creditor: GMAC Mortgage</i> <i>Address:</i> <i>P.O. Box 27834</i> <i>Newark, NJ 07101</i>	<i>12/2005</i>	<i>\$1,118.00</i>	<i>\$87,000.00</i>
<i>Creditor: Countrywide</i> <i>Address: P.O. Box 650070</i> <i>FT WTX-36</i> <i>Dallas, TX 75265</i>	<i>5-2005</i>	<i>\$39,000.00</i>	<i>paid in full</i>
<i>Creditor: Bank One</i> <i>Address:</i> <i>P.O. Box 901008</i> <i>Ft. Worth, TX 76101</i>	<i>3/15/2005</i> <i>4/15/2005</i> <i>5/15/2005</i>	<i>\$915.00</i>	<i>\$25,837</i>

b. List all payments made within one year immediately preceding the commencement of this case to or for the benefit of creditors who are or were insiders. (Married debtors filing under chapter 12 or chapter 13 must include payments by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NONE

4. Suits and administrative proceedings, executions, garnishments and attachments.

a. List all suits and administrative proceedings to which the debtor is or was a party within one year immediately preceding the filing of this bankruptcy case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

<u>CAPTION OF SUIT AND CASE NUMBER</u>	<u>NATURE OF PROCEEDING</u>	<u>COURT OR AGENCY AND LOCATION</u>	<u>STATUS OR DISPOSITION</u>
<i>GMAC MORTGAGE CORP.</i> <i>VS. MCKERNAN, ET.</i> <i>AL.</i>	<i>MORTGAGE FORECLOSURE</i>	<i>COOK COUNTY</i>	<i>SUMMONS SERVED</i> <i>4/26/05</i>

b. Describe all property that has been attached, garnished or seized under any legal or equitable process within one year immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning property of either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NONE

5. Repossessions, foreclosures and returns.

List all property that has been repossessed by a creditor, sold at a foreclosure sale, transferred through a deed in lieu of foreclosure or returned to the seller, within one year immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning property of either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NONE

6. Assignments and receiverships.

a. Describe any assignment of property for the benefit of creditors made within 120 days immediately preceding the commencement of this case.(Married debtors filing under chapter 12 or chapter 13 must include any assignment by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NONE

b. List all property which has been in the hands of a custodian, receiver, or court-appointed official within one year immediately preceding the commencement of this case.(Married debtors filing under chapter 12 or chapter 13 must include information concerning property of either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NONE

7. Gifts.

List all gifts or charitable contributions made within one year immediately preceding the commencement of this case except ordinary and usual gifts to family members aggregating less than \$200 in value per individual family member and charitable contributions aggregating less than \$100 per recipient.(Married debtors filing under chapter 12 or chapter 13 must include gifts or contributions by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NONE

8. Losses.

List all losses from fire, theft, other casualty or gambling within one year immediately preceding the commencement of this case or since the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include losses by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NONE

9. Payments related to debt counseling or bankruptcy.

List all payments made or property transferred by or on behalf of the debtor to any persons, including attorneys, for consultation concerning debt consolidation, relief under the bankruptcy law or preparation of a petition in bankruptcy within one year immediately preceding the commencement of this case.

<u>NAME AND ADDRESS OF PAYEE</u>	<u>DATE OF PAYMENT,</u> <u>NAME OF PAYOR IF OTHER THAN DEBTOR</u>	<u>AMOUNT OF MONEY OR</u> <u>DESCRIPTION AND VALUE OF PROPERTY</u>
<i>Payee: Kathryn L. Harry</i> <i>Address:</i> <i>1200 Harger Road</i> <i>Suite 706</i> <i>Oak Brook, IL 60523</i>	<i>Date of Payment: 2-5/2005</i> <i>Payor: Patrick M. McKernan</i>	<i>\$1,800.00</i>

10. Other transfers.

List all other property, other than property transferred in the ordinary course of the business or financial affairs of the debtor, transferred either absolutely or as security within one year immediately preceding the commencement of this case.(Married debtors filing under chapter 12 or chapter 13 must include transfers by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

<u>NAME AND ADDRESS OF TRANSFEREE, RELATIONSHIP TO DEBTOR</u>	<u>DATE</u>	<u>DESCRIBE PROPERTY TRANSFERRED AND VALUE RECEIVED</u>
<i>Transferee: Gordon Carlson</i> <i>Address: 819 Pitcairn Court,</i> <i>Davis, IL 61019</i> <i>Relationship: none</i>	<i>4/2005</i>	<i>Property: Pontoon Boat</i> <i>Value: \$1,800.00</i>
<i>Transferee: Roxanne M. Rice</i> <i>Address: 853 Monroe Drive,</i> <i>Freeport, IL 61019</i> <i>Relationship: none</i>	<i>5/02</i>	<i>Property: single family residence, located at</i> <i>435 Lockwood, Davis, IL 61019</i> <i>Value: \$65,000.00 sale price; net proceeds</i> <i>\$17,808.00</i>

11. Closed financial accounts.

List all financial accounts and instruments held in the name of the debtor or for the benefit of the debtor which were closed, sold, or otherwise transferred within one year immediately preceding the commencement of this case. Include checking, savings, or other financial accounts, certificates of deposit, or other instruments; shares and share accounts held in banks, credit unions, pension funds, cooperatives, associations, brokerage houses and other financial institutions. (Married debtors filing under chapter 12 or chapter 13 must include information concerning accounts or instruments held by or for either or both spouses whether or not a joint petition is filed, unless spouses are separated and a joint petition is not filed.)

NONE

12. Safe deposit boxes.

List each safe deposit or other box or depository in which the debtor has or had securities, cash, or other valuables within one year immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include boxes or depositories of either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NONE

13. Setoffs.

List all setoffs made by any creditor, including a bank, against a debt or deposit of the debtor within 90 days preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NONE

14. Property held for another person.

List all property owned by another person that the debtor holds or controls.

NONE

15. Prior address of debtor.

If the debtor has moved within the two years immediately preceding the commencement of this case, list all premises which the debtor occupied during that period and vacated prior to the commencement of this case. If a joint petition is filed, report also any separate address of either spouse.

NONE

16. Spouses and Former Spouses

If the debtor resides or resided in a community property state, commonwealth or territory (including Alaska, Arizona, California, Idaho, Louisiana, Nevada, New Mexico, Puerto Rico, Texas, Washington, or Wisconsin) within the six-year period immediately preceding the commencement of the case, identify the name of the debtor's spouse and of any former spouse who resides or resided with the debtor in the community property state.

NONE

17. Environmental Information

For the purpose of this question, the following definitions apply:

"Environmental Law" means any federal, state, or local statute or regulation regulating pollution, contamination, release of hazardous or toxic substances, wastes or material into the air, land, soil, surface water, groundwater, or other medium, including, but not limited to, statutes or regulations regulating the cleanup of these substances, wastes, or material.

"Site" means any location, facility, or property as defined under any Environmental Law, whether or not presently or formerly owned or operated by the debtor, including, but not limited to disposal sites.

"Hazardous Material" means anything defined as hazardous waste, hazardous substance, toxic substance, hazardous material, pollutant, or contaminant or similar term under and Environmental Law:

a. List the name and address of every site for which the debtor has received notice in writing by a governmental unit that it may be liable or potentially liable under or in violation of an Environmental Law. Indicate the governmental unit, the date of the notice, and, if known, the Environmental Law:

NONE

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b. List the name and address of every site for which the debtor provided notice to a governmental unit of a release of Hazardous Material. Indicate the governmental unit to which the notice was sent and the date of the notice.

NONE

c. List all judicial or administrative proceedings, including settlements or orders, under any Environmental Law, with respect to which the debtor is or was a party. Indicate the name and address of the governmental unit that is or was a party to the proceeding, and the docket number.

NONE

18. Nature, location and name of business

a. If the debtor is an individual, list the names, addresses, taxpayer identification numbers, nature of the businesses and beginning and ending dates of all businesses in which the debtor was an officer, director, partner, or managing executive of a corporation, partnership, sole proprietorship, or was a self-employed professional within the six years immediately preceding the commencement of this case, or in which the debtor owned 5 percent or more of the voting or equity securities within the six years immediately preceding the commencement of this case

If the debtor is a partnership, list the names, addresses, taxpayer identification numbers, nature of the businesses, and beginning and ending dates of all businesses in which the debtor was a partner or owned 5 percent or more of the voting or equity securities within the six years immediately preceding the commencement of this case.

If the debtor is a corporation, list the names, addresses, taxpayer identification numbers, nature of the businesses, and beginning and ending dates of all businesses in which the debtor was a partner or owned 5 percent or more of the voting or equity securities, within the six years immediately preceding the commencement of this case.

<u>NAME AND ADDRESS</u>	<u>TAXPAYER I.D. NUMBER</u>	<u>NATURE OF BUSINESS</u>	<u>BEGINNING AND ENDING DATES</u>
<i>Debtor is an Individual: Business: Capital Telecom, Inc. Address: 1090 Frances Drive Streamwood, IL 60107 Streamwood, IL 60107</i>	<i>TaxPayer ID: 36-424-1378</i>	<i>Telecommunications system sales and maintenance</i>	<i>10/1995 to present</i>

b. Identify any business listed in response to subdivision a., above, that is "single asset real estate" as defined in 11 U.S.C. § 101.

NONE

The following questions are to be completed by every debtor that is a corporation or partnership and by any individual debtor who is or has been, within six years immediately preceding the commencement of this case, any of the following: an officer, director, managing executive, or owner of more than 5 percent of the voting securities of a corporation; a partner, other than a limited partner, of a partnership; a sole proprietor or otherwise self-employed.

(An individual or joint debtor should complete this portion of the statement only if the debtor is or has been in business, as defined above, within the six years immediately preceding the commencement of this case. A debtor who has not been in business within those six years should go directly to the signature page.)

19. Books, records and financial statements.

a. List all bookkeepers and accountants who within the two years immediately preceding the filing of this bankruptcy case kept or supervised the keeping of books of account and records of the debtor.

<u>NAME AND ADDRESS</u>	<u>DATES SERVICES RENDERED</u>
<i>Name: Patrick and Patricia McKernan Address: 518 Frederick Avenue Streamwood, IL 60107</i>	<i>Dates: to present</i>

b. List all firms or individuals who within the two years immediately preceding the filing of this bankruptcy case have audited the books of account and records, or prepared a financial statement of the debtor.

NONE

c. List all firms or individuals who at the time of the commencement of this case were in possession of the books of account and records of the debtor. If any of the books of account and records are not available, explain.

NAME AND ADDRESS

Name: *Patrick and Patricia McKernan*

Address: *518 Frederick Avenue, Streamwood, IL 60107*

Missing:

d. List all financial institutions, creditors and other parties, including mercantile and trade agencies, to whom a financial statement was issued within the two years immediately preceding the commencement of this case by the debtor.

NONE

20. Inventories.

a. List the dates of the last two inventories taken of your property, the name of the person who supervised the taking of each inventory, and the dollar amount and basis of each inventory.

NONE

b. List the name and address of the person having possession of the records of each of the two inventories reported in a., above.

NONE

21. Current Partners, Officers, Directors and Shareholders.

a. If the debtor is a partnership, list the nature and percentage of partnership interest of each member of the partnership.

NONE

b. If the debtor is a corporation, list all officers and directors of the corporation, and each stockholder who directly or indirectly owns, controls, or holds 5 percent or more of the voting or equity securities of the corporation.

<u>NAME AND ADDRESS</u>	<u>TITLE</u>	<u>NATURE AND PERCENTAGE OF STOCK OWNERSHIP</u>
Name: <i>Patrick M. McKernan</i> Address: <i>518 Frederick</i> Address: <i>Streamwood, IL 60107</i> Address:	President	Common stock 51% ownership of 100 issued shares
Name: <i>Patricia A. McKernan</i> Address: <i>518 Frederick</i> Address: <i>Streamwood, IL 60107</i> Address:	Vice-President	Common stock 49% ownership of 100 issued shares

22. Former partners, officers, directors and shareholders.

a. If the debtor is a partnership, list each member who withdrew from the partnership within one year immediately preceding the commencement of this case.

NONE

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b. If the debtor is a corporation, list all officers, or directors whose relationship with the corporation terminated within one year immediately preceding the commencement of this case.

NONE

23. Withdrawals from a partnership or distribution by a corporation.

If the debtor is a partnership or corporation, list all withdrawals or distributions credited or given to an insider, including compensation in any form, bonuses, loans, stock redemptions, options exercised and any other perquisite during one year immediately preceding the commencement of this case.

NONE

24. Tax Consolidation Group.

If the debtor is a corporation, list the name and federal taxpayer identification number of the parent corporation of any consolidated group for tax purposes of which the debtor has been a member at any time within the six year period immediately preceding the commencement of the case.

NONE

25. Pension Funds.

If the debtor is not an individual, list the name and federal taxpayer identification number of any pension fund to which the debtor, as an employer, has been responsible for contributing at any time within the six year period immediately preceding the commencement of the case.

NONE

DECLARATION UNDER PENALTY OF PERJURY BY INDIVIDUAL DEBTOR

I declare under penalty of Perjury that I have read the answers contained in the foregoing statement of financial affairs and any attachments thereto and that they are true and correct to the best of my knowledge, information, and belief.

Date 5/12/2005

Signature /s/ Patrick M. McKernan
Patrick M. McKernan

Date 5/12/2005

Signature /s/ Patricia A. McKernan
Patricia A. McKernan

Penalty for making a false statement: Fine of up to \$500,000 or imprisonment for up to 5 years or both, 18 U.S.C. § 152 and § 3571.

UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF ILLINOIS
EASTERN DIVISION

In re *Patrick M. McKernan*
and
Patricia A. McKernan

Case No.
Chapter 13

Attorney for Debtor: *Kathryn L. Harry*

/ Debtor

VERIFICATION OF CREDITOR MATRIX

The above named Debtor(s) hereby verify that the attached list of creditors is true and correct to the best of our knowledge.

Date: _____

/s/ Patrick M. McKernan _____

Debtor

/s/ Patricia A. McKernan _____

Joint Debtor

Advanta Bank Corp.
P.O. Box 8088
Philadelphia, PA 19101

Capital Telecom, Inc.
1090 Frances Drive
Streamwood, IL 60107

Jaffe & Asher, LLP
600 Third Avenue
New York, NY 10016

American Express
P.O. Box 360002
Ft. Lauderdale, FL 33336

Chase Freedom
P.O. Box 52195
Phoenix, AZ 85072

Kathryn L. Harry
1200 Harger Road
Suite 706
Oak Brook, IL 60523

Baker, Miller, Markoff & Krasny
29 N. Wacker Drive
5th Floor
Chicago, IL 60606

Citibank
P.O. Box 6412
The Lakes, NV 88901

Patrick M. McKernan
518 Frederick Avenue
Streamwood, IL 60107

Baker, Miller, Markoff & Krasny
11 South LaSalle Street
19th Floor
Chicago, IL 60606

Discover Card
P.O. Box 30395
Salt Lake City, UT 84130

Patricia A. McKernan
518 Frederick Avenue
Streamwood, IL 60107

Bank One
P.O. Box 50882
Henderson, NV 89016

GMAC Mortgage
P.O. Box 27834
Newark, NJ 07101

Target National Bank
c/o Target National Service
P.O. Box 59231
Minneapolis, MN 55459

Bank One
P.O. Box 901008
Fort Worth, TX 76101

Harris Bank Barrington
P.O. Box 6201
Carol Stream, IL 60197

Bank One
P.O. Box 4189
Mesa, AZ 85211

Heidner Property Management
399 Wall Street
Unit H
Glendale Heights, IL 60139

Best Buy
P.O. Box 17298
Baltimore, MD 21297

Home Depot Credit Service
P.O. Box 6029
The Lakes, NV 88901

Capital One
P.O. Box 60024
City of Industry, CA 91716

Illinois Dept of Revenue
Bankruptcy Section Level 7-425
100 W. Randolph, Level 7-425
Chicago, IL 60506

Capital One
P.O. Box 790217
St. Louis, MO 63179

Internal Revenue Service
Mail Stop 5010 CHI
230 S. Dearborn St.
Chicago, IL 60604

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P.O. Box 8088
Philadelphia, PA 19101

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1090 Frances Drive
Streamwood, IL 60107

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New York, NY 10016

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Newark, NJ 07101

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c/o Target National Service
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Minneapolis, MN 55459

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P.O. Box 4189
Mesa, AZ 85211

Harris Bank Barrington
P.O. Box 6201
Carol Stream, IL 60197

Bank One
P.O. Box 901008
Fort Worth, TX 76101

Heidner Property Management
399 Wall Street
Unit H
Glendale Heights, IL 60139

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P.O. Box 17298
Baltimore, MD 21297

Home Depot Credit Service
P.O. Box 6029
The Lakes, NV 88901

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Illinois Dept of Revenue
Bankruptcy Section Level 7-425
100 W. Randolph, Level 7-425
Chicago, IL 60506

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P.O. Box 790217
St. Louis, MO 63179

Internal Revenue Service
Mail Stop 5010 CHI
230 S. Dearborn St.
Chicago, IL 60604